



KEN REYNOLDS-PRESIDENT
GARY W. CHAPPELL-VICE PRESIDENT

DRILLING CO., INC. - OIL WELL DRILLING CONTRACTORS

P. O. BOX 1498 ROSWELL, NEW MEXICO 88202-1498
505/623-5070 505/746-2719
ROSWELL, NM ARTESIA, NM

September 16, 1999

Concho Resources, Inc.
110 W. Louisiana, Suite 410
Midland, Texas 79701

RE: Carbon Valley Deep "23" Fed. #1
Sec. 23, T-16-S, R-27-E
Eddy County, New Mexico



Gentlemen:

The following is a Deviation Survey on the referenced well:

358' - 1/2°	2,370' - 1/2°	4,736' - 1°	7,011' - 2 1/2°	9,042' - 3 1/2°
848' - 1°	2,834' - 1°	5,209' - 1°	7,484' - 2°	9,194' - 4 1/4°
1,341' - 3/4°	3,315' - 1°	5,683' - 1 1/4°	7,957' - 2 1/4°	9,350' - 4 3/4°
1,417' - 3/4°	3,782' - 1°	6,047' - 1°	8,442' - 2 1/2°	
1,906' - 1/4°	4,254' - 1°	6,537' - 3/4°	8,894' - 3°	

Sincerely,

Gary W. Chappell
Contracts Manager

STATE OF NEW MEXICO)

COUNTY OF CHAVES)

The foregoing was acknowledged before me this 16th day of September 1999 by Gary W. Chappell

MY COMMISSION EXPIRES

JUNE 20, 2000

NOTARY PUBLIC